

App. F. IX-4

Previous References

R. m. 11-33 (1-2)

1934.5.

(R. m.)

File No. 5-84

Serial Nos. 1-2

Later References.

L. m. 16-34 (1.3)

L. m. 7-35 (1-5)

L. m. 7-36 (1-2)

" 15-36 (1-4)

C.S. 71-45-122

preserve
p. 9 (E)

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. Two

Part B for

September

SUBJECT.

Raising the Cash Credit of the Land mortgage bank to Rs 50000 at $4\frac{1}{2}\%$ subject to certain conditions

D. 306-A N.E. 9.54

Re Regt. C. S. ii Compl

thru 7-2

iii President

L. m. bank

Laudious the Registrar's proposal
for.

for

Serial
No.

1

From the Registrar of C.S.

No 1471 of 22nd August 1934

Request in the Circumstances
explained sanction of a cash credit
of at least Rs 50,000 to the L.M. Bank
instead of Rs 20,000 sanctioned already
on the same terms

Subd for orders. The Cash Credit
of Rs 20,000, also ~~sanctioned~~ ^{states} that if a large
amount is required, an explanation as to
why it is required & what security would
be given by the Bank should be furnished
It is stated in reply that with a view to
provide for the issue of loans to affiliated
Societies and individual members scattered
in distant parts of the State and in order to
facilitate the issue of debenture bonds
to the best advantage of the Bank so as
to secure a high premium on the bonds, it
is necessary to have a sufficient cash
credit account with Govt, and that as
security, the Comptroller ^{as trustee} holds all the bonds of
the borrowing members with necessary ~~titles~~
titles deeds, and has power to enforce
repayment according to the terms of the
bonds.

The Registrar's request for the grant

ash leest & L. M. Bank

Line File No.

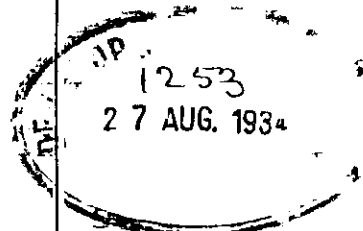
of 1934.

General and Revenue
Secretariat

you may want to see
orders. It may perhaps be
consulted

by C. B. (Dev. Secy)
25/8

25/8/34



Reference is invited to Member
minutes para 6 of (linker) file.

The same may be sent,

First Member

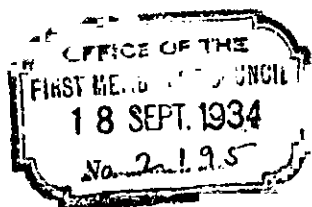
Then to Secy

8.9.34

7553
11/9/34

14/9/34

The question of As the Cash Credit is
required only till debentures are issued and
mortgages of immovable property are
received, the proposal of the Registrar was
to be sanctioned subject to the following
additional conditions - The total amount
taken by the Bank in the form of Debentures &
Cash Credit should not exceed the total amount of
Debentures which Govt. have promised to take.
Security of mortgage deeds of lands must be given
for this Cash Credit in the same way as for
Debentures



18/9

15/9

17.9.34

17.9.34

19.9

21/9/34

877

(3)

General and Revenue
Secretariat

L M File No. S-

of 1934

[App. F. III-2]

Serial
No.



Draft mtd

21/9/34

Issue

24/9/34

Finance sec. has agreed.

Draft for Rs

25/9/34

Issue

1.10.34.

G.O. No D 2386-8 dated 29-9-34
receiving the cash credit to Rs 5000/-
at 4 1/2% under certain conditions

20/10/34



GOVERNMENT OF MYSORE.

DEPARTMENT OF CO-OPERATION

OFFICE OF THE REGISTRAR OF CO-OPERATIVE SOCIETIES,
IN MYSORE.

Dated, Bangalore, 22nd August 1934.

Telegraphic Address:
"CO-OPERT"
BANGALORE

From

GULAM MOHADIN MEHKRI, ESQ., B.A., LL.B.,

Registrar of Co-operative Societies in Mysore.

677
GEN. & REV. SECRETARY
25 AUG. 1934
DEVELOPMENT BRANCH
BANGALORE.

To

and

M. Venkatanaranappa, Esq., B.A.

Secretary to the Government of Mysore,
Development Department, Bangalore.

Sir,

L.M.5-34-1

With reference to Government Order No.D.3694-96/L.M.11-33-2 dated 30th January 1934 sanctioning a cash credit of Rs.20,000/- to the Land Mortgage Bank and asking for explanation as to why a larger amount is required and what security would be furnished by the Bank, I have to forward, herewith, a copy of letter No.S.I.53 dated 11th August 1934 received from the President of the Bank in the matter and to recommend that, in the circumstances stated therein, Government may be pleased to sanction a cash credit of at least Rs.50,000/- to the Land Mortgage Bank, (instead of Rs.20,000/- as at present) on the same terms as specified in the Government Order referred to above.

I may add, in this connection, that as Government will be getting $4\frac{1}{2}$ per cent on the amount actually advanced, it will enable the Bank to get some premium on the debentures issued and if sufficient profit is made to reduce the rate of interest charged to societies and individuals.

I have the honour to be,
Sir,
Your most obedient servant,

M. S. L.
Registrar. 2/3
Pon

L.S.20/8.

DEPARTMENT OF CO-OPERATION.

OFFICE OF THE REGISTRAR OF CO-OPERATIVE SOCIETIES
IN MYSORE.

Letter No.S.I.53 dated 11th August 1934 from the President, The Mysore Co-operative Land Mortgage Bank,Ltd.,Bangalore,to the Registrar of Co-operative Societies in Mysore,Bangalore.

Adverting to correspondence ending with your Memo No.5156/C.S. dated 8th February 1934, communicating the orders of Government sanctioning a cash credit of Rs.20,000 to the Bank for the present, and asking for explanation as to why any larger amount is required and what security would be furnished by the Bank, I have the honour to state that as will

At the end of	Disbursement.	Amount of uncashed bills.	Total	
April	Rs.8,550	Rs.54,770	Rs.63,320	} be seen from the statement noted in the margin the amounts of the bills cashed during the three months of April, May and
May	Rs.6,950	Rs.52,520	Rs.59,470	
June	14,200	Rs.37,100	Rs.51,300	
Total ..	29,700	1,44,390	1,74,090	

June last and those remaining uncashed at the end of the same months - totalled Rs.63,320, Rs.59,470, and Rs.51,300 respectively. It is sometimes not easy to complete all the formalities required for making payments and to get at the grantees' creditors, - to whom payments have to be made, - in any definite time; further, disbursements are frequently delayed owing to the cultivation season or the monsoons when it is difficult to travel especially in the Maland. A number of bills passed for large amounts which are held up uncashed in consequence may have therefore to be cashed and payments made at short intervals. Since cash - credit is utilised for the issue of loans to affiliated societies and individual members scattered in distant parts of the State through the local Treasuries, it also take one or two months before the Bank receives intimations of the amounts drawn from time to time. With a view to - provide for such contingencies and facilitate the issue of debenture bonds to the best advantage of the Bank so as to secure for them as high a premium as possible after due enquiry and advertisement, it is very - necessary to have a sufficiently large cash credit account with Government.

2. The cash credit is utilised by the Bank only for the purpose of issuing long term loans to its affiliated primary Land Mortgage Societies

Societies and other members on the mortgage of agricultural land of at least twice the value of the loan amounts, as estimated by the societies and responsible investigating officers, after due enquiry and execution of the necessary bonds by the borrowing members. All these bonds and other documents of title are kept in the custody of the - Comptroller to Government (and Trustee of the Bank) who has the power under the byelaws and the rules to enforce the repayment of the amounts in accordance with the terms of the bonds. The properties mortgaged for the loans issued therefore form more than ample security for the cash credit to be utilised by the Bank.

3. I request therefore that Government may be kindly moved once again to sanction a cash credit of Rupees one lakh as previously applied for by the Bank and kindly recommended in your office letter No.2829/CS dated 4th November 1933.

"C o p y"

L.S.20/8.

*H*³
21/8
Registrar.
Pm.

SUBJECT

Diary No. of letter replied to

General and Revenue Secretariat

()

the 193 .

Date of issue 29/9/1934.

Signed by M. V. D. C. S.

May this be—

- (i) printed ?
- (ii) treated as a standing order ?
- (iii) published in the Gazette,
English Part ?
- (iv) translated ?
- (v) placed at the disposal of the press ?
- (vi) published in the Gazette,
Kannada Part ?

and calling for further proposals if a larger amount was required by the Bank.

Section

24

File No.

5-32

Serial No.

2

Proceedings of the Government of
His Highness the Maharaja of Mysore.

Read—

G.O. no D 3694-96/L.M.

11-33-2 of 30.1.1934, sanctioning
a cash credit of Rs 20,000 to the
Mysore Cooperative Land Mortgage

Bank on certain conditions, and

asking for an explanation as
to why a larger amount is required

Order thereon.—No.

and what security would be
furnished by the Bank—

Letter no 1471 CS of 22nd Dec
1934 from the Regr of C.S. passed
the explanation of the Bank and
the matter, and recommending
in the circumstances stated,
sanctioning a cash credit of

Rs 50000 to the Bank, instead
of Rs 20000 as at present, on
the same terms as ^{for those} specified
in the G.O read above

Order no: D. 2386-8 & 29/9/34

~~As the Cash Credit is
stated to be required only till
debentures are issued by the Bank
and mortgages of immovable
property are received, the
recommendation of the Registrar
to raise it to Rs 50,000 is sanctioned
subject to the following additional
conditions: (4) The total amount taken
by the Bank in the form of Debentures
& Cash credit should not exceed the
total amount of Debentures which
C.M. have promised to take. (5) Security
of mortgage deeds & lands must be
given for this Cash Credit in the
same way as for Debentures~~

Sanction is accorded to the
proposal of the Reg^r to raise the
Cash credit allowed to the C.M.
Bank to Rs. 50,000 at 4½ p.c.
subject to the following terms:—

1) The rate of interest is subject
to modification if ^{there is a change in the} prevailing rates
of interest.

2) } Copy 1 & 2 from the
3) } preamble to the G.O.
read above.

4) }

List of Enclosure

Copied by

Examined by

recd
29/9/34
D. W. S. S. S.

The Registrar C. L.
- Comptroller and J. D.
- President L. M. B. K.

PROCEEDINGS OF THE GOVERNMENT OF HIS HIGHNESS
THE MAHARAJA OF MYSORE.

Read:—

Government Order No. 3694-96/11-33-2 dated 30th January 1934 sanctioning a cash credit of Rs. 20,000/- to the Mysore Co-operative Land Mortgage Bank on certain conditions and calling for further proposals if a large amount was required by Bank.

2. Letter No. 1471/C dated 20th August 1934 from the Registrar of Co-operative Societies, recommending sanction for a cash credit of at least Rs. 50,000/- to the Bank, instead of Rs. 20,000/- as at present, on the same terms as those specified in the Government Order read above.

For D. 2386-8/L.M. 5-34-2

dated, Bangalore, the 27th September 1934.

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Sanction is accorded to the proposal of the Registrar, to raise the cash credit allowed to the Land Mortgage Bank to Rs. 50,000/- at 4½ per cent subject to the following terms:—

- 1) The rate of interest is subject to modification if there is a change in the prevailing rates of interest.
- 2) The amount drawn by the Bank from this account shall be recouped from time to time from the debenture subscriptions obtained from the Government or by the issue of debentures to Government to the limit of their subscriptions.
- 3) The amount shall be utilised only for the payment of long term loans sanctioned by the Bank.
- 4) The total amount taken by the Bank in the form of debentures and Cash Credit should not be exceeded the total amount of debentures which Government have promised to take.
- 5) Security of mortgage deeds of lands must be given for this cash credit in the same way as for debentures.

Devarajappa

For Secretary to Government,
Development Department.

Registrar of Co-operative Societies in Mysore.

Comptroller to Government through Financial Department.
President, Land Mortgage Bank, Bangalore.